GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5999
ANSWERED ON:31.08.2001
MONITORING OF NATIONAL SAVINGS ORGANISATION
AMBATI BRAHMANAIAH;RAMESHWAR DUDI

Will the Minister of FINANCE be pleased to state:

(a) the date on which the National Savings Organisation was set up and the objectives for which it was set up;

(b) the annual administrative expenditure on the NSO;

(c) the year-wise, Gross and Net Collection since the inception of the NSO till the year 2000-01;

(d) the assessment made by his Ministry regarding the work done by this organisation since its inception till the year 2000-01;and

(e) the steps taken to tighten the monitoring of the funds of NSO ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) National Savings Organisation (NSO) was constituted in 1948 with the objective of inculcating the habit of thrift and savings among the masses and for promoting small savings schemes of the Government of India.

(b) Administrative expenditure on the NSO during 1999-2000 was Rs.17.29 crore.

(c) Year-wise gross and net small savings collections from 1977-78 to 2000-2001(Provisional) are given in Annexure.

(d) National Savings Organisation was established at a time when thebanking system in the country was underdeveloped.Banking habits of the general masses have significantly developed over the years. NSO played an important part in product design and development, marketing and product promotion,market research,customer service and investors` grievance redressal, training & development, etc.

(e) Rule-6 of General Financial Rules and Government of Indiadecisions thereunder stipulate that every officer should enforce financial orders and strict economy at every step and see that all relevant financial rules and regulations are observed by his own office and by subordinate offices. In addition, from time to time, economy instructions are issued to tighten the monitoring of funds controlled by NSO.

ANNEXURE
SMALL SAVINGS COLLECTIONS OVER THE YEARS (Rupees in Crore)

Sl. No.	YEAR	Gross Collections	Net Collections
1	1977-78	2037.29	560.90
2	1978-79	2583.91	880.92
3	1979-80	2921.93	1143.83
4	1980-81	3266.58	1176.52
5	1981-82	3945.49	1464.13
6	1982-83	4463.00	1828.05
7	1983-84	5672.11	2535.91
8	1984-85	7199.82	3715.41
9	1985-86	8571.07	4368.71
10	1986-87	8384.52	3410.66
11	1987-88	9916.61	3911.42
12	1988-89	13064.93	5835.05
13	1989-90	17149.45	8574.88
14	1990-91	18904.69	9089.49
15	1991.92	18571.42	6626.02
16	1992-93	19366.04	5713.74
17	1993-94	27280.06	9083.24
18	1994-95	37465.94	16556.44
19	1995-96	36643.50	12732.67
20	1996-97	37973.16	15223.46

21 1997-98 51811.15 24442.92
22 1998-99 62049.51 32943.60
23 1999-2000 75434.71 38570.52
24 2000-2001

(Provisional) 88468.41 45357.24

NOTE : THE FIGURES PRIOR TO 1977-78 ARE NOT AVAILABLE